



**CITY OF LODI
COUNCIL COMMUNICATION**

AGENDA TITLE: Adopt a resolution authorizing the City Manger to execute the Letter of Agreement 04-SNR-00637 between the United States of America Department of Energy Western Area Power Administration and with the City of Lodi to provide Shasta Rewinds and daily excess capacity and associated energy (EUD)

MEETING DATE: March 17, 2004

PREPARED BY: Electric Utility Director

RECOMMENDED ACTION: Adopt a resolution authorizing the City Manger to execute the Letter of Agreement 04-SNR-00637 between the United States of America Department of Energy Western Area Power Administration (Western) and with the City of Lodi to provide Shasta Rewinds and daily excess capacity and associated energy.

BACKGROUND INFORMATION: As part of the annual City of Lodi Electric Utility Department (EUD)'s renewal of Western Area Power Administration (Western) resources, this Letter of Agreement 04-SNR-00637 provides for daily excess capacity and associated energy as part of the Shasta rewind project. This essentially is renewing a below market resource (below \$30/mwh) from Western that the EUD has received over the last few years. A copy of the Letter of Agreement is on file at the Electric Utility Department.

FUNDING: None

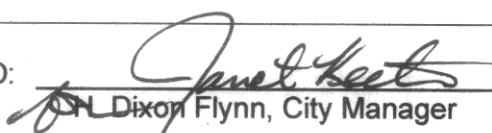


Alan N. Vallow
Electric Utility Director

PREPARED BY: Boris Prokop, Manager Rates and Power Supply

ANV/BP/lst
cc: City Attorney

APPROVED:



Dixon Flynn, City Manager

RESOLUTION NO. 2004-45

A RESOLUTION OF THE LODI CITY COUNCIL AUTHORIZING THE CITY
MANAGER TO EXECUTE LETTER OF AGREEMENT NO. 04-SNR-00637
BETWEEN THE UNITED STATES OF AMERICA DEPARTMENT OF
ENERGY WESTERN AREA POWER ADMINISTRATION AND THE
CITY OF LODI TO PROVIDE SHASTA REWINDS AND DAILY EXCESS
CAPACITY AND ASSOCIATED ENERGY

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NOW, THEREFORE, BE IT RESOLVED that the Lodi City Council does hereby
authorize the City Manager to execute Letter of Agreement No. 04-SNR-00637 between the
United States of America Department of Energy Western Area Power Administration and the
City of Lodi to provide Shasta Rewinds and daily excess capacity and associated energy.

Dated: March 17, 2004

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I hereby certify that Resolution No. 2004-45 was passed and adopted by the City
Council of the City of Lodi in a regular meeting held March 17, 2004, by the following vote:

AYES: COUNCIL MEMBERS – Beckman, Hitchcock, Howard, Land, and
Mayor Hansen

NOES: COUNCIL MEMBERS – None

ABSENT: COUNCIL MEMBERS – None

ABSTAIN: COUNCIL MEMBERS – None



SUSAN J. BLACKSTON
City Clerk